

Ameritech Financial Highlights

September – December, 1994

- Price reductions of \$35 million annually effective September 1, 1994
- Other miscellaneous rate changes effective October 1994
- Completion of state basis (SR) 21-month amortization of 1991-92 SFAS 106 and SFAS 112 costs
- Early write-off of all remaining 1993 bond recall costs on SR basis
- Inclusion of SFAS 109 income tax accounting
- Booking of restructuring charges associated with nonmanagement Ameritech Pension Plan Enhancement Program (APPEP)

January – December, 1995

- Continuation of APPEP restructuring charges
- Implementation of new state depreciation rates effective January 1995, in accordance with Commission's order in docket 05-DT-101
- Change in regulatory treatment commencing September 1995, concerning allowance for funds used during construction (AFUDC) per Commission's order in docket 05-US-102
- True-up of previously flowed-through deferred tax amounts in November, 1995
- Dividend payment suspended by company in September 1995

January – December, 1996

- New \$125 million long-term debt issue on December 1, 1996
- Final amortization of previously flowed-through deferred tax amounts in February, 1996, as authorized by the Commission in its September 1990 order in docket 6720-TR-104
- Implemented Commission directive regarding accounting for Ameritech Wisconsin's portion of Ameritech Services, Inc.'s work force reduction costs

January – December, 1997

- Implementation of 8.75 percent composite state depreciation rate effective January 1997, in accordance with Commission's order in docket 05-DT-102
- Deregulated payphones and equipment effective April 1997
- Effective June 1997, new contract was signed between Ameritech Wisconsin and Ameritech Publishing, Inc., impacting directory revenues